

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT ☐
(highlight changes)

| APPLICATION FOR PERMIT TO DRILL | | | | 5. MINERAL LEASE NO: Fee | 6. SURFACE: Fee |
|--|--|--|---------------------------------|--|--------------------|
| 1A. TYPE OF WORK: DRILL <input checked="" type="checkbox"/> REENTER <input type="checkbox"/> DEEPEN <input type="checkbox"/> | | | | 7. IF INDIAN, ALLOTTEE OR TRIBE NAME: NA | |
| B. TYPE OF WELL: OIL <input checked="" type="checkbox"/> GAS <input type="checkbox"/> OTHER _____ SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/> | | | | 8. UNIT or CA AGREEMENT NAME: Hjorth Canyon | |
| 2. NAME OF OPERATOR: Anschutz Exploration Corporation | | | | 9. WELL NAME and NUMBER: Hjorth Canyon Unit 11-20 | |
| 3. ADDRESS OF OPERATOR: 555 17th St. Ste 2500 CITY Denver STATE CO ZIP 80020 | | | PHONE NUMBER: (303) 298-1000 | | |
| 4. LOCATION OF WELL (FOOTAGES) 457356 x 44108244 39.848249 AT SURFACE: 2485' FSL, 2516' FWL AT PROPOSED PRODUCING ZONE: 2485' FSL, 2516' FWL -111.498464 | | | | 10. FIELD AND POOL, OR WILDCAT: Wildcat 11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Sect 20 11S 4E NESW | |
| 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE: 3 miles northeast of Indianola, UT | | | | 12. COUNTY: Utah | |
| 15. DISTANCE TO NEAREST PROPERTY OR LEASE LINE (FEET) 124' | | 16. NUMBER OF ACRES IN LEASE: 200 Fee | | 17. NUMBER OF ACRES ASSIGNED TO THIS WELL: 40 | |
| 18. DISTANCE TO NEAREST WELL (DRILLING, COMPLETED, OR APPLIED FOR) ON THIS LEASE (FEET) 4200' | | 19. PROPOSED DEPTH: 4,700 | | 20. BOND DESCRIPTION: 965-001-810 | |
| 21. ELEVATIONS (SHOW WHETHER DF, RT, GR, ETC.): 6145.8 Ground | | 22. APPROXIMATE DATE WORK WILL START: 6/10/2008 | | 23. ESTIMATED DURATION: 45 days | |

| 24. PROPOSED CASING AND CEMENTING PROGRAM | | | | | | | |
|---|---|---------------|---|-----------|----------------|--|--|
| SIZE OF HOLE | CASING SIZE, GRADE, AND WEIGHT PER FOOT | SETTING DEPTH | CEMENT TYPE, QUANTITY, YIELD, AND SLURRY WEIGHT | | | | |
| 17-1/2 | 13-3/8 J-55 ST&C 54.5 | 1,200 | Lead: Premium Light | 623 sacks | 2.23 cu ft/sk | | |
| | | | Tail: Class G | 304 sacks | 1.17 cu ft/sk | | |
| 12-1/4 | 9-5/8 HCL80LT&C 40 | 2,750 | Lead: Premium Light | 519 sacks | 2.24 cu. ft/sk | | |
| | | | Tail: 0.3% Dispersant | 156 sacks | 1.15 cu. ft/sk | | |
| 8-1/2 | 7 JRR LT&C 23 | 4,700 | Class G | 485 sacks | 1.15 cu. ft/sk | | |
| | | | | | | | |
| | | | | | | | |

| 25. ATTACHMENTS | |
|---|--|
| VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES: | |
| <input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER <input type="checkbox"/> EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER | <input checked="" type="checkbox"/> COMPLETE DRILLING PLAN <input type="checkbox"/> FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER |

| | |
|--|--------------------------|
| NAME (PLEASE PRINT) <u>Keith V. Bonati</u> | TITLE <u>Sr. Landman</u> |
| SIGNATURE <u></u> | DATE <u>5/21/08</u> |

(This space for State use only)

**Approved by the
Utah Division of
Oil, Gas and Mining**

API NUMBER ASSIGNED: 4364930022

APPROVAL:

Date: 10-21-08

(See Instructions on Reverse Side)

By: 

RECEIVED

MAY 23 2008

DIV. OF OIL, GAS & MINING

Township 11 South

(S00°21'E - 2671.02')

(S00°21'E - 2658.48')

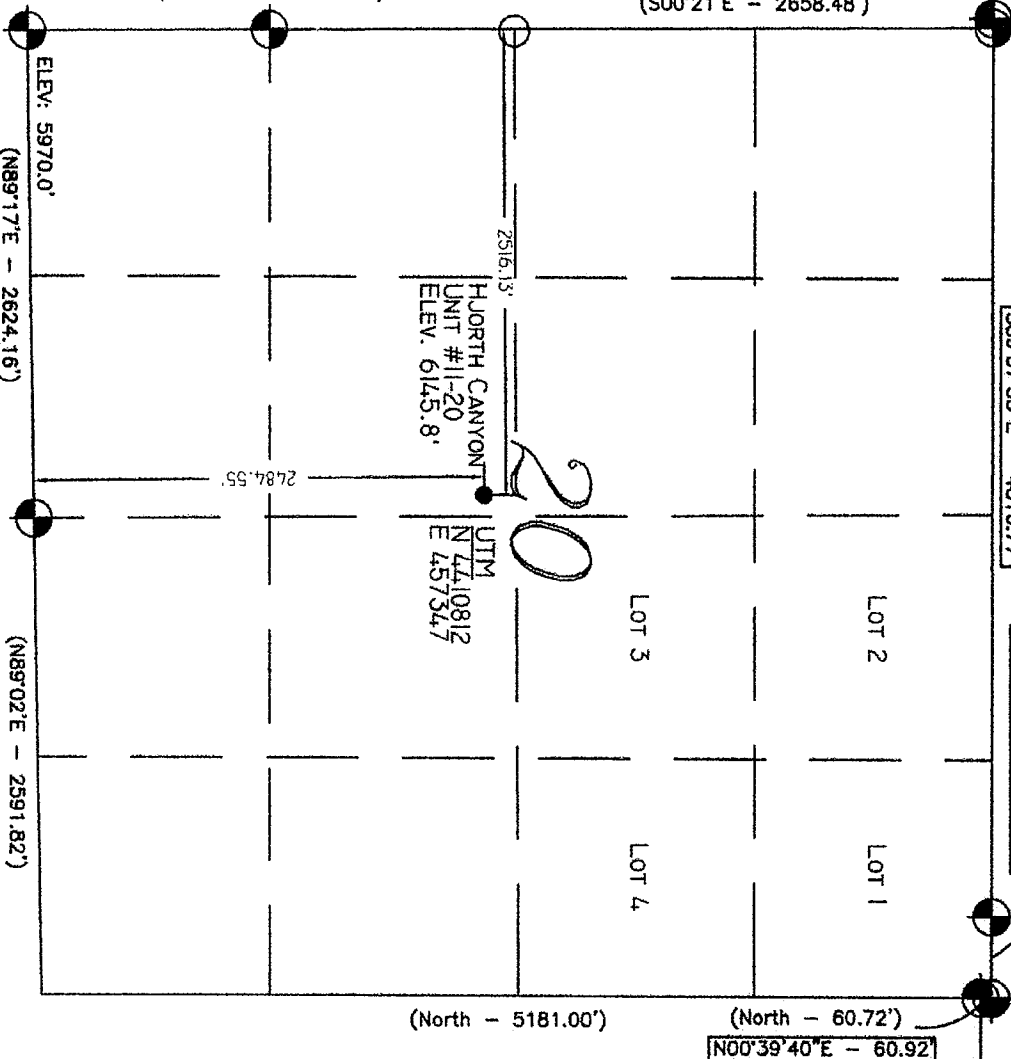
Range 4 East

(East - 4857.60')
[S89°57'53"E - 4816.77']

(East - 442.20')
[S89°51'18"E - 442.84']

(North - 60.72')
[N00°39'40"E - 60.92']

(North - 5181.00')



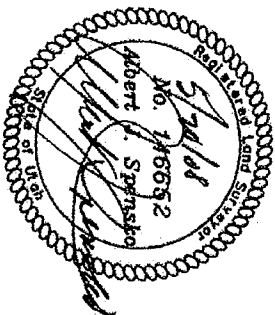
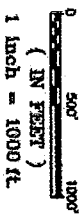
Legend

- Drill Hole Location
- Brass Cap (Found)
- Brass Cap (Searched for, but not found)
- △ Rock Pile
- () GLO
- GPS Measured

NOTES:
1. UTM and Latitude / Longitude Coordinates are derived using a GPS Pathfinder and are shown in NAD 27 Datum.

LAT / LONG
39°50'53.316" N
111°29'54.847" W

GRAPHIC SCALE



Surveyor's Certificate:
I, Albert J. Spensko, a Registered Professional Land Surveyor, holding Certificate 146652 State of Utah, do hereby certify that the information on this drawing is a true and accurate survey based on data of record and was conducted under my personal direction and supervision as shown hereon.

Description of Location:

Proposed Drill Hole located in the NE/4 SW/4 of Section 20, T11S, R4E, S.L.B.&M., being North 2484.55' from South Line and East 2516.13' from West Line of Section 20, T11S, R4E, Salt Lake Base & Meridian.

Basis of Elevation:

Basis of Elevation of 5970' being at the Southwest Section Corner of Section 19, Township 11 South, Range 4 East, Salt Lake Base & Meridian, as shown on the Spencer Canyon Quadrangle 7.5 Minute Series Map.

GLO Bearing:

The Bearings indicated are per the recorded plat obtained from the U.S. Land Office.

Basis of Bearing:
The Basis of Bearing is GPS Measured.

Location:
The well location was determined using a Trimble 5700 GPS survey grade unit.

TALON RESOURCES, INC.
615 North 400 East P.O. Box 1238
Henderson, Utah 84528
Phone (435) 687-5310 Fax (435) 687-5311
E-Mail talon@talon.net

ANSCHUTZ EXPLORATION CORPORATION

| | |
|---|------------------------------|
| North Canyon Unit #11-20 Section 20, T11S, R4E, S.L.B.&M. Utah County, Utah | |
| Drawn By: N. BUTKOVICH | Checked By: L.W.J./A.U.S. |
| Drawing No. A-1 | Date: 5/20/08 |
| | Scale: 1" = 1000' |
| Sheet 1 of 4 | Job No. 3603 |